



General Assembly

**Amendment**

February Session, 2006

LCO No. 4512

\*SB0070004512SD0\*

Offered by:

SEN. STILLMAN, 20<sup>th</sup> Dist.

REP. JUTILA, 37<sup>th</sup> Dist.

To: Subst. Senate Bill No. 700

File No. 535

Cal. No. 401

**"AN ACT CONCERNING LAND RECORD FEES PAID BY A MUNICIPALITY, THE PROPERTY DESCRIPTION OF A DISTRICT IN REDDING, TAX CREDITS FOR BUSINESS EMPLOYMENT EXPANSION PROJECTS AND THE FILING DEADLINE FOR CERTAIN TAX EXEMPTIONS."**

1 After the last section, add the following and renumber sections and  
2 internal references accordingly:

3 "Sec. 501. Subsection (g) of section 3 of public act 05-289 is repealed  
4 and the following is substituted in lieu thereof (*Effective July 1, 2006*):

5 (g) (1) Notwithstanding any provision of the general statutes,  
6 including sections 7-324 to 7-329, inclusive, whenever the district has  
7 authorized the acquisition or construction of the improvements or has  
8 made an appropriation therefor, the district may authorize the  
9 issuance of up to thirty million dollars of bonds, notes or other  
10 obligations to finance the cost of the improvements, the creation and  
11 maintenance of reserves required to sell the bonds, notes or obligations  
12 and the cost of issuance of the bonds, notes or obligations provided no

13 bonds shall be issued prior to the district entering into an interlocal  
14 agreement with the town of East Lyme, in accordance with the  
15 procedures provided by section 7-339c of the general statutes,  
16 including at least one public hearing on the proposed agreement and  
17 ratification [by the legislative body of the town] at a town meeting  
18 called for such purpose. The bonds, notes or other obligations may be  
19 secured as to both principal or interest by (A) the full faith and credit  
20 of the district, (B) fees, revenues or benefit assessments, or (C) a  
21 combination of subparagraphs (A) and (B) of this subdivision. Such  
22 bonds, notes or obligations shall be authorized by resolution of the  
23 board. The district is authorized to secure such bonds by the full faith  
24 and credit of the district or by a pledge of or lien on all or part of its  
25 revenues, fees or benefit assessments. The bonds of each issue shall be  
26 dated, shall bear interest at the rates and shall mature at the time or  
27 times not exceeding thirty years from their date or dates, as  
28 determined by the board, and may be redeemable before maturity, at  
29 the option of the board, at the price or prices and under the terms and  
30 conditions fixed by the board before the issuance of the bonds. The  
31 board shall determine the form of the bonds, and the manner of  
32 execution of the bonds, and shall fix the denomination of the bonds  
33 and the place or places of payment of principal and interest, which  
34 may be at any bank or trust company within the state of Connecticut  
35 and other locations as designated by the board. In case any officer  
36 whose signature or a facsimile of whose signature shall appear on any  
37 bonds or coupons shall cease to be an officer before the delivery of the  
38 bonds, the signature or facsimile shall nevertheless be valid and  
39 sufficient for all purposes the same as if the officer had remained in  
40 office until the delivery.

41 (2) While any bonds or notes issued by the district remain  
42 outstanding, the powers, duties or existence of the district shall not be  
43 diminished or impaired in any way that will affect adversely the  
44 interests and rights of the holders of the bonds or notes. Bonds or notes  
45 issued under this section, unless otherwise authorized by law, shall not  
46 be considered to constitute a debt of the state of Connecticut or the

47 town of East Lyme, or a pledge of the full faith and credit of the state  
48 of Connecticut or of the town of East Lyme, but the bonds or notes  
49 shall be payable solely by the district or as special obligations payable  
50 from particular district revenues. Any bonds or notes issued by the  
51 district shall contain on their face a statement to the effect that neither  
52 the state of Connecticut or the town of East Lyme shall be obliged to  
53 pay the principal of or the interest thereon, and that neither the full  
54 faith and credit or taxing power of the state of Connecticut or of the  
55 town of East Lyme is pledged to the payment of the bonds or notes. All  
56 bonds or notes issued under this section shall have and are hereby  
57 declared to have all the qualities and incidents of negotiable  
58 instruments, as provided in title 42a of the general statutes."